

**UNITED STATES DISTRICT COURT FOR  
THE MIDDLE DISTRICT OF ALABAMA  
SOUTHERN DIVISION**

<p><b>EMERALD COAST FINEST PRODUCE COMPANY, INC.,</b></p> <p style="text-align: center;"><b>Plaintiff,</b></p> <p>vs.</p> <p><b>DANNY FREEMAN dba DANNY'S PRODUCE,</b></p> <p style="text-align: center;"><b>Defendant.</b></p>	<p>)</p> <p>)</p> <p>)</p> <p>)</p> <p>)</p> <p>)</p> <p>)</p> <p>)</p> <p style="text-align: right;"><b>CASE NO: 1:07cv133-MHT</b></p>
---	---

**MOTION FOR DEFAULT JUDGMENT**

COMES NOW Plaintiff, Emerald Coast Finest Produce Co., Inc., ("Plaintiff"), by and through undersigned counsel, and files this Motion for Default Judgment against Defendant Danny Freeman dba Danny's Produce for failing to answer or respond to the Complaint as required by law. In support thereof, Plaintiff would show that the Defendant Danny Freeman was served on February 26, 2007, by Process Server. Plaintiff requests the Clerk of the Court enter a judgment against the Defendant Danny Freeman in the amount of Plaintiff's demand, to-wit: principal of \$39,575.73; plus interest on said judgment from June 7, 2006, through March 15, 2007, to-wit, \$3,684.35; and an attorney's fee of \$14,275.00; for a total judgment of \$57,535.08, plus costs of Court.

Dated: March 27, 2007

Respectfully submitted,

/s/ Gilbert L. Fontenot  
 GILBERT L. FONTENOT  
 Attorney for Plaintiff  
 Maples & Fontenot, LLP  
 P. O. Box 1281  
 Mobile, AL 36633  
 (251) 432-2629

IN THE DISTRICT COURT OF THE UNITED STATES FOR THE  
MIDDLE DISTRICT OF ALABAMA, SOUTHERN DIVISION

EMERALD COAST FINEST PRODUCT )  
COMPANY, INC. )  
Plaintiff, )  
v. ) Civil Action No. 1:07-cv133-MHT  
DANNY FREEMAN, d/b/a )  
DANNY'S PRODUCE, )  
Defendants. )

ENTRY OF DEFAULT

It appearing that defendant Danny Freeman, d/b/a Danny's Produce, was duly served with copies of the summons and complaint on February 26, 2007, and said party has failed to answer or otherwise defend this action as set out in the Affidavit and the Request for Entry of Default of plaintiff's attorney filed on March 20, 2007

DEFAULT is hereby entered against said defendant Danny Freeman, d/b/a Danny's Produce.

DONE this 26th day of March, 2007.

/s/ Debra P. Hackett  
DEBRA P. HACKETT  
CLERK, UNITED STATES DISTRICT COURT  
MIDDLE DISTRICT OF ALABAMA

**UNITED STATES DISTRICT COURT FOR  
THE MIDDLE DISTRICT OF ALABAMA  
SOUTHERN DIVISION**

**EMERALD COAST FINEST )  
PRODUCE COMPANY, INC., )  
                          )  
**Plaintiff,**           )  
                          )  
                          )  
**vs.**                   )                   **CASE NO: 1:07cv133-MHT**  
                          )  
**DANNY FREEMAN dba DANNY'S PRODUCE,** )  
                          )  
                          )  
**Defendant.**          )**

**AFFIDAVIT IN SUPPORT OF MOTION FOR DEFAULT JUDGMENT**

**STATE OF ALABAMA      )**  
**COUNTY OF MOBILE     )**

The undersigned attorney, being duly sworn, deposed and says:

1. The undersigned is the attorney of record for the Plaintiff, and has personal knowledge of the facts as set forth in this affidavit hereinbelow.
2. The Defendant Danny Freeman dba Danny's Produce was duly served with a copy of the summons and complaint by private process server on February 26, 2007.
3. More than twenty (20) days have elapsed since the date of service.
4. The Defendant has failed to answer or otherwise defend the complaint or serve a copy of any answer or other defense upon the undersigned attorney.
5. This affidavit is executed in accordance with Rule 55(a) of the FRCP, to enable the Plaintiff to obtain an entry of default for failure to answer or to otherwise defend.
6. The amounts owed are for the unpaid account of Danny Freeman dba Danny's Produce, which account is due and owing for purchases made from June 7, 2006, to August 17, 2006, in the total amount of \$39,575.73. An aged account Statement of the balance is attached to the affidavit of Elsie Simoneaux as Exhibit A.

7. Defendant is also personally liable for said amounts under the Perishable Agricultural Commodities Act of 1930, as amended, 7 USC 499a, et. seq., as more fully supported by a Memorandum in support of this default application.
8. Pursuant to the affidavit of Elsie Simoneaux, interest is requested at the contractual rate of 18% on the unpaid principal in the amount of no less than \$3,684.35.
9. Pursuant to the account terms, a reasonable attorney's fee of 33% of the total principal and interest is owed in the amount of \$14,275.00.
10. The total thus requested is **\$57,535.08**.

Dated this 27<sup>th</sup> day of March, 2007. Affiant sayeth further not.

/s/ Gilbert L. Fontenot  
GILBERT L. FONTENOT  
Attorney for Plaintiff  
Maples & Fontenot, LLP  
P. O. Box 1281  
Mobile, AL 36633  
(251) 432-2629

SUBSCRIBED AND SWORN to before  
me this 27<sup>th</sup> day of March, 2007

/s/ Janet C. Mosley  
NOTARY PUBLIC  
My Commission Expires: 3/9/09

Entry of default entered against the Defendant Danny Freeman.

Date: \_\_\_\_\_  
\_\_\_\_\_  
Judge/Clerk

Default judgment is hereby rendered against the Defendant Danny Freeman in the amount of \$ \_\_\_\_\_. .

Date: \_\_\_\_\_  
\_\_\_\_\_  
Judge/Clerk

**AFFIDAVIT OF ELSIE SIMONEAUX**

STATE OF FLORIDA )

COUNTY OF ESCAMBIA )

ELSIE SIMONEAUX, first being duly sworn, deposes and says as follows:

1. My name is Elsie Simoneaux and I am the Credit Collection Manager of Emerald Coast Finest Produce Company, Inc. ("Emerald"), and in that capacity I make this affidavit, being duly authorized for such purpose.

2. I am personally familiar with the files, books, records and account of Danny Freeman dba "Danny's Produce," and I am making this affidavit in support of an application for default against Danny Freeman.

3. The records composing the account of Danny Freeman were prepared and maintained under my supervision and care and are the business records of Emerald. The same have been maintained in my custody since compiled. It is in the regular course of business of Emerald to maintain such records, and these particular records, attached hereto, are authentic and true and correct copies of same.

4. Emerald is a Florida corporation with its principal place of business in Escambia County, Florida, engaged in the buying and selling of wholesale quantities of perishable agricultural commodities in interstate commerce, and is licensed under the "Perishable Agricultural Commodities Act," 7 U.S.C. §§ 499a, et seq., (PACA).

5. On or about May 12, 2006, Danny Freeman completed Plaintiff's credit application and guaranty (Exhibit A) for his produce business. At no time has Defendant revoked or otherwise withdrawn his guaranty to Emerald.

6. At the request of Danny Freeman, Emerald sold to him, in interstate commerce, a total of \$39,575.73 worth of wholesale quantities of produce, delivering the perishable products to his of business in Geneva County, Alabama. Credit has been given for all payments and just and lawful offsets to which this account is entitled.

7. An Aged Account Receivable Statements evidencing the sales are attached hereto as Exhibit B and incorporated by reference as if fully set out herein.

8. Each invoice listed on the Account Receivable Statement contains the language required under PACA to preserve the PACA trust (a copy of one sample invoice bearing said language is attached to Affidavit as Exhibit C) and were signed by an employee of Defendant upon delivery of the commodities.

9. On the reverse side of each invoice are terms permitting interest on past-due amounts at the rate of 18% per annum and the award of attorney's fees if the account was placed for collection. The terms that appear on each invoice are attached hereto as Exhibit D.

10. Interest is requested on the principal amount at the agreed contract rate of 18% per annum and a reasonable attorney's fee, per the terms of the signed invoices (Exhibit D).

11. Per the Aged Account Receivable Statement (Exhibit B), the accrued interest as of March 15, 2007, is no less than \$3,684.35 (\$43,260.08 total- \$39,575.73 principal).

12. Per the terms of the agreement (Exhibit D), an attorney's fee of 33% of the total accrued interest and principal is requested, to-wit, approximately \$14,275.00, as supported by the affidavit of Gilbert L. Fontenot.

13. The total amount requested is thus \$57,535.08, and costs of court.

Dated this 10<sup>th</sup> day of March 2007.

*Elsie L. Simoncaux*  
Elsie L. Simoncaux,  
Credit Collection Manager,  
Emerald Coast Finest Produce Co., Inc.

Subscribed and sworn to before  
me this 19<sup>th</sup> day of MARCH, 2007.

*Catherine V. Ricks*  
NOTARY PUBLIC

My Commission Expires: \_\_\_\_\_





**PERSONAL GUARANTY**

For valuable consideration, the undersigned hereby personally guarantees, absolutely, unconditionally and irrevocably, the payment upon demand of all liabilities, indebtedness and obligations, whether now existing or hereafter of \_\_\_\_\_ (the "Debtor"), its successors and assigns, to **Emerald Coast Finest Produce Co. (ECFP)**, and its successors and assigns (the indebtedness).

This guaranty shall be enforceable by ECFP without prior resort to any demands, possessory remedies or proceedings for collection of any nature, against the Debtor or any other person or entity, or any property of the Debtor or any other person or entity. The liability of the undersigned shall not be affected by any extinction, compromise, modification, release or discharge of any indebtedness, whether by operation of law or otherwise, or by any change in the form of indebtedness, or by any modification of the terms of sale made by the parties thereto, or by the release, substitution or addition of any other guarantor of the indebtedness. Notice of the acceptance of this Guaranty, notices of demand, production or delivery of material, protest, nonpayment, nonperformance and no-indebtedness. Notice of the acceptance of this Guaranty, notices of demand, production or delivery of material, protest, nonpayment, nonperformance and no-indebtedness. Notice of the acceptance of this Guaranty, notices of demand, production or delivery of material, protest, nonpayment, nonperformance and no-indebtedness. Notice of the acceptance of this Guaranty, notices of demand, production or delivery of material, protest, nonpayment, nonperformance and no-indebtedness.

The undersigned also agrees that if any case is filed under the bankruptcy code by or against Debtor, the undersigned waives any claim he/she may have against Debtor as a result of any claim against the undersigned by ECFP under this guaranty.

ECFP shall be entitled to recover from the undersigned all costs incurred in connection with the enforcement of this Guaranty, including but not limited to reasonable attorneys' fees.

Wherever possible, each provision of the Guaranty shall be interpreted in such a manner as to be effective and valid under applicable law. If any provision hereof shall be prohibited by or be invalid under such law, such provision shall be ineffective to the extent of such prohibition of invalidity, without invalidating the remainder of such provision hereof.

It is expressly agreed that this Contract was entered into in Escambia County, Florida, and that any legal actions related to this contract shall be brought only in the State or Federal courts in Escambia County, Florida.

Guarantor(s) agree(s) to pay all costs incurred in this Guaranty, including a reasonable attorney's fee. Guarantor(s) agree(s) that a reasonable attorney's fee is 25% of the unpaid balance, including interest, if paid before suit is filed; 33% of the unpaid balance, including interest, if paid before suit is filed; 40% of the unpaid balance, including interest, if attorneys fees are court awarded.

In the event this Guaranty is signed by more than one person or entity, each of the undersigned shall be jointly and severally liable under this Guaranty.

In the event this Guaranty is signed by more than one person or entity, each of the undersigned shall be jointly and severally liable under this Guaranty.

Dated this 5-12-06 day of May, 2006

Signature of Guarantor(s) Danny Freeman  
(Please do not reference Corporate or some other titles)

Print Name: Danny Freeman

Signature of Co-owner, where applicable\* \_\_\_\_\_

Witness: \_\_\_\_\_

\*Co-owner is the primary co-owner of Guarantor's personal assets, if any

5-16-06

*Danny's Produce  
706 E. Lawrence Hwy  
Slocumb, AL 36375*

**Emerald Coast Finest Produce**

Thursday -- 01/11/07

**Statement****Customer Number: 2604**

Send To:

DANNY'S PRODUCE  
 c/o DANNY'S PRODUCE ACCOUNTING  
 P.O. BOX 104  
 MALVERN, AL 36349

Remit To:

Emerald Coast Finest Produce  
 257 Amber Street  
 Pensacola, FL 32503

850-438-6993

Terms: COD

Location: 706 E. LAWRENCE HWY, SLOCUMB, AL 36375  
 Phone No: 334-886-3440,

Tkt. No.	DATE	INVOICE	AMOUNT	POSTED	INTEREST	BALANCE	TTL. DUE
CURTIS	06/07/06	160614	844.55		79.75	377.98	377.98
	12/14/06			546.32			
CURTIS	06/24/06	*166557	2249.95		202.50	2452.45	2830.43
CURTIS	06/29/06	*168252	743.40		66.90	810.30	3640.73
DONOVAN	07/05/06	169876	673.00		60.60	733.60	4374.33
CURTIS	07/08/06	*171163	2053.00		184.80	2237.80	6612.13
CURTIS	07/15/06	*173484	1230.25		92.25	1322.50	7934.63
DONOVAN	07/22/06	*176068	1043.90		78.30	1122.20	9056.83
CURTIS	07/26/06	*177328	684.70		51.35	736.05	9792.88
DONOVAN	07/29/06	*178375	1502.50		112.70	1615.20	11408.08
CURTIS	08/03/06	180048	647.35		48.55	695.90	12103.98
MP	08/04/06	180418	617.30		46.30	663.60	12767.58
CURTIS	08/05/06	180826	2399.25		179.95	2579.20	15346.78
MP	08/07/06	*181275	4330.80		324.80	4655.60	20002.38
DONOVAN	08/08/06	181593	3385.20		253.90	3639.10	23641.48
CURTIS	08/09/06	*182021	2385.72		178.95	2564.67	26206.15
DONOVAN	08/10/06	182418	720.70		54.05	774.75	26980.90
DONOVN	08/12/06	183108	4180.25		313.50	4493.75	31474.65
DONOVAN	08/14/06	*183501	4432.58		265.96	4698.54	36173.19
CURTIS	08/15/06	183838	1742.93		104.56	1847.49	38020.68
CURTIS	08/16/06	184231	1770.90		106.24	1877.14	39897.82
DONOVAN	08/17/06	184578	1937.50		116.24	2053.74	41951.56

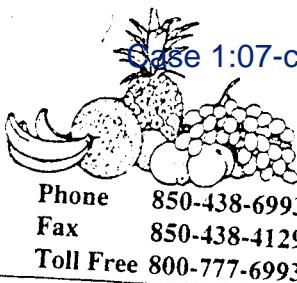
\* corrected invoice

Total Amount Due: 41951.56

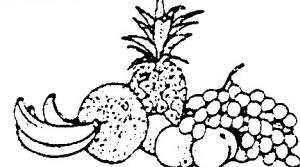
Thank you for your payment of 642.90 on 12/14/06

AGED BALANCE DUE:	WEEK #1	WEEK #2	WEEK #3	WEEK #4	WEEK #5	WEEK #6	WEEK #7	WEEK #8	WEEKS 9+
01/05-11	12/29-04	12/22-28	12/15-21	12/08-14	12/01-07	11/24-30	11/17-23	? - 11/16	
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	41951.56

**EXHIBIT B**



# EMERALD COAST FINEST PRODUCE CO.



257 Amber Street  
Pensacola, FL 32503-2208

160614

**SOLD TO:**

DANNY'S PRODUCE  
706 E. LAWRENCE HWY  
SLOCUMB, AL 36375

**SHIPPED TO:**

Page: 1

334-886-3440

Ordered by Danny

CUSTOMER REF. NO.	SALESMAN	TRUCK NO.	ORDER DATE	DELIVERY DATE	TERMS	INVOICE NO.			
2604	EC	15- 1	06/07/06		Net 14 days	160614			
LINE	ITEM NUMBER	QUANTITY ORDERED	QUANTITY DELIVERED	UOM	✓	DESCRIPTION	BILLING UNITS	UNIT PRICE(S)	EXTENSION AMOUNT(S)
1	13730		3	CS		BANANA CHIQUITA GREEN #3 COLOR			
2	1090		2	CS		CABBAGE GREEN CARTON	15.55	46.65	
3	13790		3	CS		CANTALOPE 12/15 CT	10.30	20.60	
4	1250		2	CS		COLLARD GREENS FRESH DOZEN	15.85	47.55	
5	13870		3	CS		HONEYDEW 6/8 CT	18.15	36.30	
6	12900		3	CS		LETTUCE GRN LF CROWNS	12.20	36.60	
7	12660		7	CS		LETTUCE CELLO 24 CT	18.60	55.80	
8	11100		8	CS		ONION RED MEDIUM 25# BAG	17.40	121.80	
9	9930		8	CS		ONION YELLOW JBO 50#	8.75	70.00	
10	14160		2	CS		PEACHES	9.75	78.00	
11	1510		3	CS		PEPPER GRN CHOICE	17.50	35.00	
12	7960		2	CS		POTATO 80 CT	12.50	37.50	
13	22150		2	CS		LETTUCE SALAD ROMAINE BLEND 4/	15.25	30.50	
14	6030		2	CS		COLESLAW REGULAR 4/5#	15.45	30.90	
15	22170		6	CS		LETTUCE SHRED 4/5#	12.20	24.40	
16	1610		2	CS		RADISHES 30/6oz. 11#	13.10	78.60	
17	14260		3	CS		STRAWBERRY 12/1 PINT CS	13.15	26.30	
18	1380		2	CS		TOMATO GRAPE 12/1 PT FLAT	13.35	40.05	
							14.00	28.00	

## EXHIBIT C

Please check your invoice and merchandise.  
We cannot be responsible for damages or  
losses unless noted on this invoice.

No credit will be issued after 36 hours upon receipt of produce

CUSTOMER'S SIGNATURE:

All merchandise received and in satisfactory condition.

Signature on this invoice shall be deemed acceptance of all terms and  
conditions contained on both sides of this invoice.

NUMBER OF PCS. 63

844.55

0.00

TAX: INVOICE TOTAL (\$)

844.55

perishable commodities listed on this invoice are sold subject to the statutory trust authorized by section 5(c) of the Perishable Agricultural Commodities Act, 1930 (7 U.S.C. c)). The seller of these commodities retains a trust claim over these commodities, all inventories of food or other products derived from these commodities, and any proceeds from the sale of these commodities until full payment is received. Signature on this invoice indicates acceptance of these terms.

All accounts are due and payable within stated terms. Customers not settling within stated terms agree to pay all collection costs including reasonable attorney's fees. Customer agrees that a reasonable attorney's fee is 25% of the unpaid balance, including interest, if paid before suit is filed; 33% of the unpaid balance, including interest, if paid after suit is filed; 40% of the unpaid balance, including interest, if paid after appeal and interest at eighteen percent (18%) per annum. Customer's obligation cannot be assigned or transferred without the prior written consent of the supplier. It is expressly agreed that this Contract was entered into in Escambia County, Florida and that any legal actions related to this contract shall be brought only in the State or Federal courts in Escambia County, Florida.

---

**EXHIBIT D**

**UNITED STATES DISTRICT COURT FOR  
THE MIDDLE DISTRICT OF ALABAMA  
SOUTHERN DIVISION**

<b>EMERALD COAST FINEST PRODUCE COMPANY, INC.,</b>	)	
<b>Plaintiff,</b>	)	
<b>vs.</b>	)	<b>CASE NO: 1:07cv133-MHT</b>
<b>DANNY FREEMAN dba DANNY'S PRODUCE,</b>	)	
<b>Defendant.</b>	)	

**MEMORANDUM IN SUPPORT OF DEFAULT APPLICATION**

Plaintiff Emerald Coast Finest Produce Company, Inc. (“Emerald”), submits the following Memorandum of Law in support of its application for default against Defendant Danny Freeman dba Danny’s Produce, as follows:

**Claims pursuant to PACA**

The Perishable Agriculture Commodities Act of 1930, 7 U.S.C. §§ 499a, et seq. (“PACA”), was enacted in 1930 to regulate the sale of perishable commodities and to protect small farmers and growers from “financially irresponsible and unscrupulous brokers in perishable commodities.” In re Lombardo Fruit and Produce Co., 12 F.3d 110, 112 (8th Cir.1993). Because sellers of fresh produce were unsecured creditors and had no protection from produce buyers’ practice of granting lending institutions security interests in their accounts receivable, Congress amended PACA in 1984 to require commission merchants, dealers, and brokers to hold any receivables or proceeds from the sale of perishable agricultural commodities in trust for the benefit of unpaid suppliers, sellers, or agents of such commodities until full payment is made to the seller. Id.; 7 U.S.C. § 499e(c)(1) and (2). A commission merchant, dealer, or broker violates PACA if it fails to maintain a trust as required by § 499e(c). 7 U.S.C. § 499b(4).

To recover the proceeds from a PACA-created trust, a plaintiff must demonstrate five factors: (1) the commodities sold were perishable agricultural commodities; (2) the purchaser of

the perishable agricultural commodities was a commission merchant, dealer or broker; (3) the transaction occurred in interstate or foreign commerce; (4) the seller has not received full payment on the transaction; and (5) the seller preserved its trust rights by giving written notice to the purchaser within the time provided by the law.<sup>1</sup> 7 U.S.C. § 499e; see A & J Produce Corp. v. Chang, 385 F. Supp.2d 354, 358 (S.D.N.Y. 2005).

Restaurants that buy agricultural commodities in prescribed quantities as part of its business are “dealers” under PACA, even if the commodities are used only in the commercial preparation of meals instead of being resold in unprocessed form. See, e. g., Royal Foods Co., Inc. v. RJR Holdings, Inc., 252 F.3d 1102, 1107 (9<sup>th</sup> Cir. 2001); In re Old Fashioned Enters., 236 F.3d 422, 425 (8<sup>th</sup> Cir. 2001); In re Magic Rests., Inc., 205 F.3d 108, 114-115 (3<sup>rd</sup> Cir. 2000). The quantity that must be met is the aggregate of all types of produce totaling one ton (2,000 pounds) or more in weight in any way shipped or received in any one given day. JC Produce, Inc. v. Paragon Steakhouse Restaurants, Inc., 70 F.supp. 1119, 1121 FN.2. (E.D. Cal. 1999).

Herein, Emerald is a PACA licensed corporation engaged in the buying and selling of wholesale quantities of perishable agricultural commodities in interstate commerce. Emerald sold to Danny’s Produce, in interstate commerce, wholesale quantities of produce, delivering the perishable products to Danny’s Produce. The Account Statement and invoices attached to the affidavit evidence the sales and the amounts thereof and the invoices each contained the language required to preserve the PACA trust (See Exhibits A and B). Therefore, Emerald has established that its sales to Danny’s Produce are subject to PACA.

---

<sup>1</sup> 7 U.S.C. § 499e(c)(4) provides that “a licensee may use ordinary and usual billing or invoice statements to provide notice of the licensee's intent to preserve a trust.” The statute subsection further states the language which must be included on the billing or invoice statements of a seller who intends to provide notice of his intent to preserve trust benefits under PACA.

### **Personal Liability of Danny Freeman under PACA**

PACA creates a “single, undifferentiated trust for the benefit of all sellers and suppliers.”

In re Kornblum & Co., Inc., 81 F.3d 280, 286 (2d Cir. 1996) (relying on 7 C.F.R. § 46.46).

Under this view, the PACA trust arises for the benefit of all sellers at the time that a PACA debt is first incurred, “and continues in existence until all of the outstanding beneficiaries have been paid in full.” Id.

Because it is the shareholders, officers and directors of a corporation who are in the position to control the trust assets and pay debts therefrom, the courts unanimously hold such individuals personally liable for the unpaid debt of produce. See Sunkist Growers, Inc. v. Fisher, 104 F.3d 280, 283 (9th Cir.1997); Golman-Hayden Co., Inc. v. Fresh Source Produce Inc., 217 F.3d 348, 351 (C.A.5 2000) (holding corporate officers personally liable under PACA is “consistent with the intent of Congress in establishing the statutory trust provisions of PACA.”); Red’s Market v. Cape Canaveral Cruise Line, Inc., 181 F. Supp.2d 1339, 1344 (M.D. Fla. 2002). It is no defense for a shareholder to claim he or she was merely a “passive shareholder,” Golman-Hayden, 217 F.3d at 351, or argue that there was no fraud committed, Red’s Market, 181 F. Supp.2d at 1344, or that they used the proceeds to pay other legitimate business expenditures such as rent, utilities or payroll. Morris Okun, Inc. v. Harry Zimmerman, Inc., 814 F. Supp. 346, 348 (S.D.N.Y. 1993).

Thus, Defendant Danny Freeman, as the owner of the sole proprietorship of Danny’s Produce, is personally liable for failing to pay Emerald for the produce purchases made by his restaurant business. The Account Statement and invoices evidence that the amount for which he is personally liable is the principal amount of \$39,575.73.

### **Interest and Attorney’s Fees**

PACA does not itself establish a right to interest and collection costs. However, if the parties’ contract so provides, then interest and collection costs become subject to the PACA trust together

with the principal debt. Country Best v. Christopher Ranch LLC, 361 F.3d 629, 632-33 (11th Cir. 2004); Middle Mountain Land & Produce Inc. v. Sound Commodities Inc. 307 F.3d 1220, 1222-26 (9th Cir. 2002); E. Armata, Inc. v. Platinum Funding Corp., 887 F.Supp. 590, 594-95 (S.D.N.Y. 1995); Morris Okun, 814 F.Supp. at 351. Interest and attorney's fees, when contracted for, are included in "sums owing in connection with such [PACA] transactions." In re Fleming Companies, Inc., 316 B.R. 809 (D.Del. 2004).; See § 7 U.S.C.A. § 499e. Thus, the pivotal question is whether the parties' contract provides for an award of interest and collection costs.

Herein, on the reverse side of each signed invoice were terms permitting interest on past-due amounts at the rate of 18% per annum. See Exhibit C. Pursuant to the Affidavit of Elsie Simoneaux, the accrued interest as of March 15, 2007, is \$3,684.35.

As to attorney's fees, the terms of the invoices permit the award of "reasonable attorney's fees" (See Exhibit C, attached to the Affidavit of Elsie Simoneaux), which are expressly stated to be "33% of the unpaid balance, including interest, if paid after suit is filed." 33% of the principal amount and accrued interest is \$14,275.00.

WHEREFORE, Emerald Coast Finest Produce Co., Inc., respectfully requests this Court to enter a default judgment against Defendant Danny Freeman in the total amount of \$57,535.08, and costs of court.

Dated: March 27, 2007.

Respectfully Submitted,

/s/ Gilbert L. Fontenot  
GILBERT L. FONTENOT

OF COUNSEL:  
MAPLES & FONTENOT, LLP  
P.O. Box 1281  
Mobile, AL 36633  
(251) 432-2629

**UNITED STATES DISTRICT COURT FOR  
THE MIDDLE DISTRICT OF ALABAMA  
SOUTHERN DIVISION**

EMERALD COAST FINEST )  
PRODUCE COMPANY, INC., )  
                        )  
**Plaintiff,**           )  
                        )  
vs.                     )       **CASE NO: 1:07cv133-MHT**  
**DANNY FREEMAN dba DANNY'S PRODUCE,**   )  
                        )  
**Defendant.**           )

**DEFAULT JUDGMENT**

WHEREAS upon Motion for Default Judgment by the Plaintiff, Emerald Coast Finest Produce Co., Inc., against Defendant, Danny Freeman dba Danny's Produce, for failure of the Defendant to answer or otherwise defend against the Plaintiff's complaint, upon review of Plaintiff's Motion for Default, and the Affidavits attached thereto, this Court enters default judgment against Defendant, Danny Freeman, in favor of the Plaintiff, Emerald Coast Finest Produce Co., Inc., in the principal amount of Thirty-Nine Thousand Five Hundred Seventy-Five and 73/100 (\$39,575.73) Dollars, accrued interest on said judgment as of March 15, 2007, in the amount of \$3,684.35, and an attorney's fee of \$14,275.00. The total judgment awarded is \$57,535.08.

Court costs taxed to the Defendant, Danny Freeman, all for which let execution issue, it is so ORDERED, ADJUDGED and DECREED, this the \_\_\_\_ day of March, 2007.

---

U. S. DISTRICT COURT JUDGE